BLUE GRASS ENERGY COOPERATIVE CORPORATION

COGENERATION AND SMALL POWER PRODUCTION POWER PURCHASE RATE SCHEDULE OVER 100 kW

AVAILABILITY

Available only to qualified cogeneration or small power production facilities with a design capacity of over 100 kW which have executed a contract with East Kentucky Power Cooperative and one of EKPC's member distribution systems for the purchase of electric power by East Kentucky Power Cooperative.

RATES

The rates set forth below shall be used as the basis for negotiating a final purchase rate with qualifying facilities pursuant to Section 7 of 807 KAR 5:054.

- 1. Capacity
 - \$9.58 per kW per year is applicable if cogenerator or small power producer is dispatched by East Kentucky Power Cooperative.
 - b. \$0.00109 per kWh is applicable if cogenerator or small power producer is not dispatched by East Kentucky Power Cooperative.
- 2. Energy A base payment per kWh is listed below for a time-differentiated basis or a non-time differentiated basis for the specified years.
 - a. Time Differentiated Rates:

	<u>Winter</u>		<u>Summer</u>	
Year	On-Peak	Off-Peak	On-Peak	Off-Peak
2014	\$0.04783	\$0.03854	\$0.04530	\$0.03236
2015	\$0.03882	\$0.03122	\$0.03845	\$0.02757
2016	\$0.03815	\$0.03062	\$0.03830	\$0.02741
2017	\$0.03840	\$0.03084	\$0.03882	\$0.02781
2018	\$0.03924	\$0.03158	\$0.03959	\$0.02831

b. Non-Time Differentiated Rates:

of Kentucky in Case No. 2008-00128 Dated August 20, 2008

	Year	2014	2015	2016	2017	2018^	
	Rate	\$0.04091*	\$0.03381	\$0.03338	\$0.03371	\$0.03443^	(I)*(R) (N)^
-		I I			PUBLIC SERVIC	TUCKY '	
DATE O	F ISSUE	March 28, 2014				DEROUEN E DIRECTOR	
DATE E	FFECTI V E	June 1, 2014			TARIFF	BRANCH	
ISSUED BY Jelbrothe				Bunt Kirtley			
	Vice Presid	lent & CFO			EFFE	CTIVE	
Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. 2008-00128, Dated, August 20, 2008			6/1/2014 PURSUANT TO 807 KAR 5:011 SECTION 9 (1)				

COGENERATION AND SMALL POWER PRODUCTION POWER PURCHASE RATE SCHEDULE LESS THAN 100 kW

AVAILABILITY

Available only to qualified cogeneration or small power production facilities with a design capacity of less than 100 kW which have executed a contract with East Kentucky Power Cooperative and one of EKPC's member distribution systems for the purchase of electric power by East Kentucky Power Cooperative.

RATES

- a. \$9.58 per kW per year is applicable if cogenerator or small power producer is dispatched by East Kentucky Power (I) Cooperative.
- b. \$0.00109 per kWh is applicable if cogenerator or small power producer is not dispatched by East Kentucky Power (I) Cooperative.
- 2. Energy A base payment per kWh is listed below for a time-differentiated basis or a non-time differentiated basis for the specified years.
 - a. Time Differentiated Rates:

	Winter		Sun		
Year	On-Peak	Off-Peak	On-Peak	Off-Peak	
2014	\$0.04783	\$0.03854	\$0.04530	\$0.03236	(I)
2015	\$0.03882	\$0.03122	\$0.03845	\$0.02757	(R)
2016	\$0.03815	\$0.03062	\$0.03830	\$0.02741	(R)
2017	\$0.03840	\$0.03084	\$0.03882	\$0.02781	(R)
2018	\$0.03924	\$0.03158	\$0.03959	\$0.02831	(N)

b. Non-Time Differentiated Rates:

Year	2014	2015	2016	2017	2018^	
Rate	\$0.04091*	\$0.03381	\$0.03338	\$0.03371	\$0.03443^	(I)*(R)(N)'

DATE OF ISSUE March 28, 2014

DATE EFFECTIVE June 1, 2014

ISSUED BY Vice President & CFO

Issued by authority of an Order of the Public Service Commission of Kentucky in Case No. 2008-00128 Dated August 20, 2008

KENTUCKY
PUBLIC SERVICE COMMISSION

JEFF R. DEROUEN
EXECUTIVE DIRECTOR

TARIFF BRANCH

Bunt Kirtley

6/1/2014

PURSUANT TO 807 KAR 5:011 SECTION 9 (1)